COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT FILING OF) CASE NO. BREATHITT COUNTY WATER DISTRICT) 2017-00272

ORDER

On July 11, 2017, Breathitt County Water District ("Breathitt County") applied for approval to adjust its rates pursuant to the purchased water adjustment procedure.¹

The Commission, having reviewed the record and being sufficiently advised, finds that:

- Breathitt County purchases water from the city of Jackson ("Jackson") and the city of Campton ("Campton").
- Jackson notified Breathitt County that its wholesale rate would increase from \$3.52 per 1,000 gallons to \$3.62 per 1,000 gallons effective July 1, 2017.² Breathitt County proposed to increase the water rates to its customers effective July 1, 2017, to reflect the increased cost of purchased water from Jackson.
- Breathitt County proposes a purchased water adjustment factor of \$0.12
 per 1,000 gallons.
- 4. During the 12 months ended May 31, 2017, Breathitt County purchased 70,517,000 gallons of water from Jackson and 99,200 gallons of water from Campton.

¹ KRS 278.015; 807 KAR 5:068.

² TFS 2017-00294 (Ky. PSC filed May 26, 2017); The tariff was accepted for filing by the Commission by letter dated June 30, 2017.

During the same period, Breathitt County sold 63,775,000 gallons of water. The increase in the cost of purchased water is \$7,051.70, resulting in a purchased water adjustment factor of \$0.12 per 1,000 gallons.

- The purchased water adjustment factor of \$0.12 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable and should be approved.
- Breathitt County's proposed rates, as set forth in Appendix B to this Order are fair, just, and reasonable and should be approved for water service rendered by Breathitt County on and after July 1, 2017.

IT IS THEREFORE ORDERED that:

- The purchased water adjustment factor of \$0.12 per 1,000 gallons is approved.
- The rates as set forth in Appendix B to this Order are approved for water service rendered by Breathitt County on and after July 1, 2017.
- Within 20 days of the date of this Order, Breathitt County shall file with the Commission, using the Commission's electronic Tariff Filing System, revised tariff sheets showing the rates approved herein.

By the Commission

ENTERED

AUG 0 7 2017

KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST:

Acting Executive Director

Case No. 2017-00272

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2017-00272 DATED AUG 0 7 2017

	New Rate	Base Rate	
Breathitt County		36	
Jackson Purchases in gallons	70,517,000	70,517,000	
r drondood iii galiono	\$ 3.62/1,000	\$ 3.52/1,000	
Total	\$255,271.54	\$248,219.84	
Campton			
Purchases in gallons	99,200	99,200	
Total	\$ 3.32/1,000 \$329.34	<u>\$ 3.32/1,000</u> \$329.34	
Total	Ψ023.04	ψ023.04	
la conservation de la constitución de la constituci		# 7 054 70	
Increased water cost		\$ 7,051.70	
Increased water cost		\$ 7,051.70	
Divided by gallons sold/1,000		63,775,000	
Purchased water adjustment factor		\$ 0.1106 per 1,000 gall	
		or \$ 0.12 per 1,000 gallon	IS

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2017-00272 DATED AUG () 7 2017

The following rates and charges are prescribed for the customers in the area served by Breathitt County Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

Monthly Water Rates

5/8-inch x 3/4-inch Meter

First 2,000 gallons \$24.40 Minimum Bill

Over 2,000 gallons 12.20 per 1,000 gallons

<u>Leak Adjustment rate</u> 7.20 per 1,000 gallons

Wholesale Rate

Village of Buckhorn 4.75 per 1,000 gallons

Kentucky Mountain Bible College

First 10,000 gallons \$122.00 Minimum Bill

Next 190,000 gallons 7.23 per 1,000 gallons

Over 200,000 gallons 6.05 per 1,000 gallons

*Breathitt County Water District 1137 Main Street, Suite 305 Jackson, KY 41339

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